

HOMETOWN BANCSHARES, INC.

	CPP Disbursement Date 02/13/2009	RSSD (Holding Company) 2955300	Number of Insured Depository Institutions 1		
Selected balance and off-balance sheet items	2009 \$ millions	2010 \$ millions	%chg from prev		
Assets	\$128	\$131	2.7%		
Loans	\$101	\$92	-8.5%		
Construction & development	\$6	\$5	-22.4%		
Closed-end 1-4 family residential	\$33	\$31	-4.1%		
Home equity	\$3	\$2	-2.2%		
Credit card	\$0	\$0			
Other consumer	\$9	\$7	-20.9%		
Commercial & Industrial	\$10	\$8	-18.6%		
Commercial real estate	\$34	\$31	-7.9%		
Unused commitments	\$9	\$8	-16.5%		
Securitization outstanding principal	\$0	\$0			
Mortgage-backed securities (GSE and private issue)	\$4	\$5	35.8%		
Asset-backed securities	\$0	\$0			
Other securities	\$7	\$11	49.3%		
Cash & balances due	\$5	\$11	103.0%		
Residential mortgage originations					
Closed-end mortgage originated for sale (quarter)	\$0	\$0			
Open-end HELOC originated for sale (quarter)	\$0	\$0			
Closed-end mortgage originations sold (quarter)	\$0	\$0			
Open-end HELOC originations sold (quarter)	\$0	\$0			
Liabilities	\$116	\$120	2.8%		
Deposits	\$105	\$110	5.1%		
Total other borrowings	\$11	\$9	-17.5%		
FHLB advances	\$8	\$5	-33.3%		
Equity					
Equity capital at quarter end	\$11	\$11	1.9%		
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$1	\$0	NA		
Performance Ratios					
Tier 1 leverage ratio	8.7%	8.6%	--		
Tier 1 risk based capital ratio	11.1%	12.2%	--		
Total risk based capital ratio	12.4%	13.4%	--		
Return on equity ¹	8.3%	-0.8%	--		
Return on assets ¹	0.7%	-0.1%	--		
Net interest margin ¹	4.3%	4.2%	--		
Coverage ratio {(ALLL+Alloc transfer risk)/Noncurrent loans}}	45.9%	95.6%	--		
Loss provision to net charge-offs (qtr)	100.0%	148.7%	--		
Net charge-offs to average loans and leases ¹	0.9%	1.3%	--		
¹ Quarterly, annualized.					
	Noncurrent Loans		Gross Charge-Offs		
Asset Quality (% of Total Loan Type)	2009	2010	2009	2010	
Construction & development	20.5%	3.6%	0.0%	0.0%	--
Closed-end 1-4 family residential	1.7%	2.3%	0.4%	0.2%	--
Home equity	0.0%	0.0%	0.4%	0.0%	--
Credit card	0.0%	0.0%	0.0%	0.0%	--
Other consumer	0.8%	0.5%	0.2%	0.1%	--
Commercial & Industrial	1.4%	0.0%	0.6%	2.5%	--
Commercial real estate	2.5%	1.1%	0.0%	0.0%	--
Total loans	2.9%	1.4%	0.2%	0.3%	--